

April 4, 1995

LB 210, 430

CLERK: 28 ayes, 0 nays, Madam President, on the adoption of Senator Wehrbein and Will's amendment.

PRESIDENT ROBAK: The Wehrbein amendment is adopted.

CLERK: Senator Lynch would move to amend, Madam President. (AM0912 appears on page 1126 of the Legislative Journal.)

PRESIDENT ROBAK: The Chair recognizes Senator Lynch.

SENATOR LYNCH: Madam President and members, what I would like to suggest as an amendment is actually LB 210 that had a hearing on February the 2nd. It had two people talk in favor, none against. Senator Kristensen and I were the cosponsors. It advanced out of committee to General File on a six to nothing vote and there were two absent. And what it simply does is provides an opportunity for some companies or all companies that deal with the development of molds and dies and patterns. Currently, Nebraska law requires a sales tax on all goods that are not for resale, such as molds, dies and patterns. If a mold is shipped out of state to the customer, possession is out of the state and no Nebraska sales tax is required. Four of Nebraska's neighboring states, Wyoming, Kansas, Missouri, Iowa and a lot of others around the country do not require a sales and use tax molds. And what the situation does is creates a terrible hardship for tool and die companies in Nebraska which would like to compete for the contract and not only for the mold but to then get the long-term contract for piece parts for which the mold was produced and, to be completely frank, provide a heck of a lot more revenue to the state in the form of tax than now exists with this really outmoded and very discriminatory tax. So I would try to answer any questions you might have, but I would ask for your support.

PRESIDENT ROBAK: Thank you, Senator Lynch. Senator Wesely.

SENATOR WESELY: I will pass on the amendment.

PRESIDENT ROBAK: Senator Warner.

SENATOR WARNER: Madam President and members of the Legislature, I would just quickly rise to support the amendment. As indicated by Senator Lynch, this was LB 210. It was advanced from the committee and it's...briefly, I guess, it's similar to what we have been discussing, somewhat different but it's a